

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 75

January 8, 2021

SUMMARY OF BILL: Authorizes the interest and principal from the Department of Mental Health and Substance Abuse Services' (DMHSAS) special trust fund to be used for capital maintenance of property controlled by the DMHSAS.

Authorizes the interest and principal from the Department of Intellectual and Developmental Disabilities' (DIDD) special trust fund to be used for capital maintenance of property controlled by the DIDD.

ESTIMATED FISCAL IMPACT:

Other Fiscal Impact - There could be a shift of an unknown amount from planning, construction, and transitioning of patients to capital maintenance of property controlled by DMHSAS and DIDD.

Assumptions:

- Pursuant to Tenn. Code Ann. § 12-2-117(b)(1), proceeds received from the sale or lease of all property owned or held by mental health facilities and controlled by the DMHSAS are required to be deposited in a special trust fund.
- The interest and principal from such trust is currently used as provided in the general appropriations act for the specific purposes of planning and construction of mental health facilities as well as for the transition of patients from an institutional setting into community programs.
- The proposed legislation adds language that authorizes the interest and principal from the trust to also be used for capital maintenance of property controlled by the DMHSAS.
- Pursuant to Tenn. Code Ann. § 12-2-117(e)(2), proceeds received from the sale or lease of all property owned or held by the state developmental centers and controlled by the DIDD are required to be deposited in a special trust fund.
- The interest and principal from such trust is currently used as provided in the general appropriations act for the specific purposes of planning and developing intellectual disability programs for persons with intellectual disabilities, including, but not limited to, the transition of persons from an institutional setting into community services, startup funding for individuals and agencies, and the purchase of homes.
- The proposed legislation adds language that authorizes the interest and principal from the trust to also be used for the capital maintenance of property controlled by the DIDD.

- Adding an additional purpose for the funding will not have a significant impact on programs or policies for the DMHSAS or the DIDD.
- There could be a shift in the usage of funding of an unknown amount.
- Based on information provided by the DMHSAS, the balance of the Mental Health Trust Fund as of June 30, 2020 was \$2,954,593.
- Based on information provided by the DIDD, the balance of the Reserve for Intellectual Disabilities Trust as of June 30, 2020 was \$1,312,148.

CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Bojan Savic". The signature is written in a cursive, flowing style.

Bojan Savic, Interim Executive Director

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